STATE OF CALIFORNIA

JOHN CHIANG,
California State Controller

STATE CONTROLLER'S OFFICE PERSONNEL/PAYROLL SERVICES DIVISION P. O. BOX 942850 Sacramento, CA 94250-5878

DATE: January 25, 2007 PERSONNEL LETTER #07-003

CIVIL SERVICE ONLY

TO: All Agencies in the Uniform State Payroll System

FROM: Don Scheppmann, Chief

Personnel/Payroll Services Division

RE: NEW RETIREMENT ACCOUNT CODE FOR RANK AND FILE SAFETY EMPLOYEES

The State Controller's Office (SCO) has established retirement account code 6P for all new safety rank and file employees in Bargaining Units 1, 3, 4, 7, 10, 11, 12, 13, 14, 15, 16, 17, 18, 19, 20, and 21 hired on or after January 1, 2007. This is the result of collective bargaining agreements that establish a new retirement formula based on the highest salary during a 36-month consecutive period. The new account code is necessary for CalPERS to specifically identify employees subject to the new retirement formula. Continue to use the existing retirement account code for excluded safety employees hired on or after January 1, 2007.

Account Code Rate Exclusion Amount
6P - Subject to Medicare 6% \$317

PROCESSING

Agencies are responsible for entering retirement account code 6P on the appointment or 505 transactions for all newly hired rank and file safety employees in the above bargaining units. For employment history transactions posted prior to the date of this letter, agencies must post a correcting transaction to reflect retirement account code 6P for affected employees.

CONTACTS

If you have any questions concerning this letter please contact Lynn Black at (916) 327-3926 or email at lblack@sco.ca.gov. For PAR documentation assistance, contact the Personnel Liaison Unit at (916) 322-6500. Revisions to the Payroll Procedure Manual and Personnel Action Manual are forthcoming.

DS:LB:PMAB